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**DIAMOND MCCARTHY LLP**

909 Fannin, Suite 1500  
Houston, Texas 77010  
Telephone (713) 333-5100  
Facsimile (713) 333-5199

Allan B. Diamond, TX State Bar No. 05801800  
Email: [adiamond@diamondmccarthy.com](mailto:adiamond@diamondmccarthy.com)  
Eric D. Madden, TX State Bar No. 24013079  
Email: [emadden@diamondmccarthy.com](mailto:emadden@diamondmccarthy.com)

Special Litigation Counsel for the  
USACM Liquidating Trust

**LEWIS AND ROCA LLP**

3993 Howard Hughes Parkway, Suite 600  
Las Vegas, NV 89169-5996  
Telephone (702) 949-8320  
Facsimile (702) 949-8321

Rob Charles, NV State Bar No. 006593  
Email: [rcharles@lrlaw.com](mailto:rcharles@lrlaw.com)

Counsel for the USACM Liquidating Trust

**UNITED STATES BANKRUPTCY COURT  
DISTRICT OF NEVADA**

In re:  
USA COMMERCIAL MORTGAGE COMPANY,  
  
Debtor.

In re:  
USA CAPITAL REALTY ADVISORS, LLC,  
  
Debtor.

In re:  
USA CAPITAL DIVERSIFIED TRUST DEED FUND,  
LLC,  
  
Debtor.

In re:  
USA CAPITAL FIRST TRUST DEED FUND, LLC,  
  
Debtor.

In re:  
USA SECURITIES, LLC,  
  
Debtor.

Affects:  
☐ All Debtors  
☒ USA Commercial Mortgage Company  
☐ USA Capital Realty Advisors, LLC  
☒ USA Capital Diversified Trust Deed Fund, LLC  
☐ USA Capital First Trust Deed Fund, LLC  
☐ USA Securities, LLC

Case Nos.:  
BK-S-06-10725-LBR  
BK-S-06-10726-LBR  
BK-S-06-10727-LBR  
BK-S-06-10728-LBR  
BK-S-06-10729-LBR

JOINTLY ADMINISTERED  
Chapter 11 Cases

Judge Linda B. Riegler

**USACM LIQUIDATING TRUST  
AND USA CAPITAL  
DIVERSIFIED TRUST DEED  
FUND, LLC'S EX PARTE  
MOTION FOR ORDER  
SHORTENING TIME TO HEAR  
MOTION FOR APPROVAL OF  
SETTLEMENT PURSUANT TO  
RULE 9019 OF THE FEDERAL  
RULES OF BANKRUPTCY  
PROCEDURE**

The USACM Liquidating Trust (the "USACM Trust") and USA Capital Diversified Trust  
Deed Fund, LLC ("DTDF") hereby file this Ex Parte Motion for Order Shortening Time to Hear

1 Motion for Approval of Settlement Pursuant to Rule 9019 of the Federal Rules of Bankruptcy  
2 Procedure (the "Motion") and, in support thereof, respectfully state the following:

3 1. On or about April 12, 2008, DTDF commenced Adversary Proceeding Number  
4 08-01132 in this Court, entitled *USA Capital Diversified Trust Deed Fund, LLC v. Stanley E.*  
5 *Fulton* (the "Fulton Litigation").

6 2. On September 4, 2009, this Court transferred the Fulton Litigation to the United  
7 States District Court for the District of Nevada for a final ruling on summary judgment and for a  
8 jury trial. The Fulton Litigation was docketed in the District Court under Case No. 2:09-CV-  
9 1946-RLH-LRL.

10 3. Trial in the Fulton Litigation was scheduled to begin in the District Court on June  
11 28, 2010. Prior to the start of trial, however, the parties negotiated a settlement and announced  
12 their settlement to the District Court on June 23, 2010. During this June 23<sup>rd</sup> hearing, Fulton's  
13 counsel requested that DTDF seek an expedited hearing in this Court to obtain approval of the  
14 settlement. DTDF's counsel indicated that he would be willing to request such a hearing. The  
15 District Court then ordered DTDF's counsel to seek an expedited hearing on the Rule 9019  
16 motion and to file the necessary pleadings for the District Court to dismiss the Fulton Litigation  
17 by July 30, 2010 (the "Dismissal Deadline").

18 4. Negotiations over the proposed settlement agreement took longer than anticipated.  
19 The parties were not able to finalize and execute the proposed settlement agreement until on or  
20 about July 27, 2010.

21 5. On July 28, 2010, the parties filed a filed a Joint Status Report and Request to  
22 Extend Deadline to Close Case, requesting that the Dismissal Deadline be extended to August 31,  
23 2010. The District Court granted that request in an order entered on July 30, 2010.

24 6. Even though the parties had signed the settlement agreement, negotiations over the  
25 Rule 9019 motion and related documents took longer than anticipated. As a result, the parties  
26 intend to request that the District Court extend the Dismissal Deadline to September 30, 2010.

1           7.       On August 31, 2010, contemporaneous with the filing of this Motion, the USACM  
2 Trust and DTDF filed their Motion for Approval of Settlement Pursuant to Rule 9019 of the  
3 Federal Rules of Bankruptcy Procedure (the "Settlement Motion") (DE #8155).

4           8.       Per the District Court's order, the USACM Trust and DTDF seek an order from  
5 the Court shortening time to hear the Settlement Motion and setting it for hearing on the Court's  
6 calendar at the earliest available date on the Court's calendar. Without an order shortening time,  
7 the USACM Trust and DTDF would suffer prejudice by not complying with the order of the  
8 District Court in the Fulton Litigation.

9           9.       The Court can shorten notice pursuant to Federal Rule of Bankruptcy Procedure  
10 9006(c)(1) and Bankruptcy Local Rule 9006(a).

11           10.     Stanley Fulton has consented to the entry of an order shortening time.

12           WHEREFORE, the USACM Trust and DTDF respectfully request that this Court enter  
13 the attached order shortening time to hear the Settlement Motion and setting a hearing on the  
14 Settlement Motion at the earliest available date for the Court.

15           Respectfully submitted the 31<sup>st</sup> day of August 2010.

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17 **DIAMOND MCCARTHY LLP**

**LEWIS AND ROCA LLP**

18  
19 By: /s/ Eric D. Madden  
20 Allan B. Diamond, TX 05801800 (pro hac vice)  
21 Eric D. Madden, TX 24013079 (pro hac vice)  
22 Michael J. Yoder TX 24056572 (pro hac vice)  
23 909 Fannin, Suite 1500  
Houston, Texas 77010  
(713) 333-5100 (telephone)  
(713) 333-5199 (facsimile)

24 *Special Litigation Counsel for*  
25 *USACM Liquidating Trust and*  
*USA Capital Diversified Trust Deed Fund, LLC*

By: /s/ Rob Charles  
Rob Charles, NV 6593  
3993 Howard Hughes Parkway, Suite 600  
Las Vegas, Nevada 89169-5996  
(702) 949-8320 (telephone)  
(702) 949-8321 (facsimile)

*Counsel for USACM Liquidating Trust*

**CERTIFICATE OF SERVICE**

I hereby certify that on the 31<sup>st</sup> day of August 2010, I caused to be served a true and correct copy of the foregoing **USACM LIQUIDATING TRUST AND USA CAPITAL DIVERSIFIED TRUST DEED FUND, LLC'S EX PARTE MOTION FOR ORDER SHORTENING TIME TO HEAR MOTION FOR APPROVAL OF SETTLEMENT PURSUANT TO RULE 9019 OF THE FEDERAL RULES OF BANKRUPTCY PROCEDURE** by electronic transmission to the USACM Post-Confirmation Service List Dated March 31, 2009, and by electronic transmission and United States Mail to counsel for Defendant, Timothy R. O'Reilly, O'Reilly Law Group, LLC, 325 South Maryland Parkway, Las Vegas, NV 89101-5300, [tor@oreillylawgroup.com](mailto:tor@oreillylawgroup.com), and Steven J. Katzman, Beinert, Miller & Katzman, P.C., 903 Calle Amanecer, Ste. 350, San Clemente, California 92673, [skatzman@bmkattorneys.com](mailto:skatzman@bmkattorneys.com).

/s/ Catherine A. Burrow  
Catherine A. Burrow  
Senior Paralegal  
Diamond McCarthy LLP